

ADDENDUM TO PURCHASE AGREEMENT

RE. K. HOVNANIAN AT NEWARK RENEWAL CORP. III, INC.

PURCHASER KENNETH DAVIS

PURCHASER GWENDOLYN DAVIS

BUILDING 29 UNIT J

A portion of the Purchase Price will be paid by the Seller taking back a second mortgage in the amount of \$15,200.00 which mortgage will be subject to the lien of the first purchase money mortgage to be obtained by Buyer in an amount of \$121,640.00. The term of the second mortgage will be:

Principal	\$15,200
Term	5 year balloon
Interest	6.00% fixed/year with interest only during the Term
Monthly Payment	\$74.70/month
Payment Commencement Date	April 1, 1997
Maturity and Ballon Payment Date	March 1, 2002

The Buyer's attorney is to record the second mortgage and to certify to the Seller that the lien of the second mortgage is a valid second lien on the subject property. The Buyer's attorney is to prepare all mortgage related documents including the Mortgage and the Note. All are to be reasonably satisfactory to the Seller. All costs and expenses related in any way to the second mortgage are to be paid by the Buyer.

DATE: _____

BUYER

BUYER

SELLER CORPORATION:

BY: _____

Robert D Jackson, Pres.

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